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March 13, 2006

Mary L. Cottrell, Secretary
Department of Telecommunications and Energy
One South Station, 2nd Floor
Boston, MA 02110

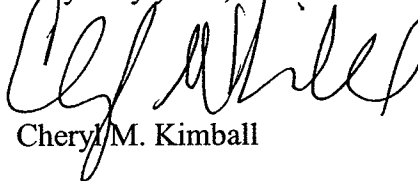
Re: Request for Approval of Natural Gas Asset Optimization Service Contract, D.T.E. 06-9

Dear Secretary Cottrell:

Enclosed please find a redacted supplemental response to Information Request AG 1-2. Please note the supplemental response has a confidential attachment which has only been provided to the Hearing Officer and the Attorney General pursuant to a non-disclosure agreement.

Thank you for your consideration and assistance in this matter.

Very truly yours,



Cheryl M. Kimball

Enclosures

cc: Andrew O. Kaplan, General Counsel
George Yiankos, Director, Gas Division
Andréas Thanos, Assistant Director, Gas Division
Joseph Rogers, Assistant Attorney General

FIRST SET OF INFORMATION REQUESTS OF
THE ATTORNEY GENERAL
TO KEYSpan ENERGY DELIVERY NEW ENGLAND

D.T.E. 06-9

**Redacted Attachment
SUPPLEMENTAL**

Dated: March 13, 2006

Respondent: Elizabeth D. Arangio

Information Request AG 1-2

- Q. Please state whether KeySpan sent the evaluation criteria and an explanation of the criteria to all RFP recipients and state if and when KeySpan used the criteria. Please provide any evaluation criteria that KeySpan intended to use or used or criteria that it sent to RFP recipients, and any related documents explaining or discussing the criteria.
- A. In response to a verbal request from the Attorney General, the Company has modified the chart provided on March 9, 2006 as an attachment to Information Request AG 1-2 (Confidential) to provide a single response that reflects changes to the bidders' offers through the 2nd and 3rd round of bidding. All of the information added to this revised attachment was provided in the responses submitted on March 9, 2006. The Company has included a reference on the last line of each grid to indicate where the information can be located in the previous responses.

Bid Summary

Initial Bid Responses (July 2005):

Terms & Conditions
1. Guaranteed Annual Payment - Base Period (Yrs.1 & 2) - Option Period (Yrs.3 & 4)
2. Revenue Sharing % (KSE/PM) - Base Period (Yrs.1 & 2) - Option Period (Yrs.3 & 4)
3. Bid Status (2)
4. Bid valid through
5. Credit Rating (S&P/Moody's)
6. Other
7. Filing Reference

Refresher Bid Responses (September 2005):

Terms & Conditions
1. Guaranteed Annual Payment - Base Period (Yrs.1 & 2) - Option Period (Yrs.3 & 4)
2. Revenue Sharing % (KSE/PM) - Base Period (Yrs.1 & 2) - Option Period (Yrs.3 & 4)
3. Bid Status (2)
4. Bid valid through
5. Credit Rating (S&P/Moody's)
6. Other
7. Filing Reference

Refresher Bid Responses (December 2005):

Terms & Conditions
1. Guaranteed Annual Payment - Base Period (Three years)
2. Revenue Sharing % (KSE/PM) - Base Period (Three years)
3. Other
7. Filing Reference